

HOUSE BILL No. 1158

DIGEST OF INTRODUCED BILL

Citations Affected: IC 5-11-1-2.

Synopsis: Local government accounting. Provides that financial reports prepared for years beginning after December 31, 2016, for municipalities or counties with a population of more than 100,000 must be prepared in accordance with generally accepted accounting principles.

Effective: July 1, 2015.

Riecken

January 12, 2015, read first time and referred to Committee on Local Government.



First Regular Session of the 119th General Assembly (2015)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2014 Regular Session and 2014 Second Regular Technical Session of the General Assembly.

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A BILL FOR AN ACT to amend the Indiana Code concerning local government.

Be it enacted by the General Assembly of the State of Indiana:

- 1 SECTION 1. IC 5-11-1-2, AS AMENDED BY P.L.176-2009,
2 SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2015]: Sec. 2. **(a) Subject to subsection (b)**, the state board
4 of accounts shall formulate, prescribe, and install a system of
5 accounting and reporting in conformity with this chapter, which must
6 comply with the following:
7 (1) Be uniform for every public office and every public account
8 of the same class and contain written standards that an entity that
9 is subject to audit must observe.
10 (2) Exhibit true accounts and detailed statements of funds
11 collected, received, obligated, and expended for or on account of
12 the public for any and every purpose whatever, and by all public
13 officers, employees, or other individuals.
14 (3) Show the receipt, use, and disposition of all public property
15 and the income, if any, derived from the property.



1 (4) Show all sources of public income and the amounts due and
2 received from each source.

3 (5) Show all receipts, vouchers, contracts, obligations, and other
4 documents kept, or that may be required to be kept, to prove the
5 validity of every transaction.

6 The state board of accounts shall formulate or approve all statements
7 and reports necessary for the internal administration of the office to
8 which the statements and reports pertain. The state board of accounts
9 shall approve all reports that are published or that are required to be
10 filed in the office of state examiner. The state board of accounts shall
11 from time to time make and enforce changes in the system and forms
12 of accounting and reporting as necessary to conform to law.

13 **(b) Financial reports prepared for years beginning after**
14 **December 31, 2016, by or for:**

15 **(1) a municipality; or**

16 **(2) a county;**

17 **having a population of more than one hundred thousand (100,000)**
18 **must be prepared in accordance with generally accepted**
19 **accounting principles for financial accounting and reporting as**
20 **established by the Governmental Accounting Standards Board.**

